

PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKETING DEPARTMENT

NOTICE OF FILING AND HEARING

DOCKET NO. 2006-97-WS

TEGA CAY WATER SERVICE, INC. – APPLICATION FOR ADJUSTMENT OF RATES AND CHARGES FOR THE PROVISION OF WATER AND SEWER SERVICE.

Tega Cay Water Service, Inc. (TCWS or the Company) has filed an Application with the Public Service Commission of South Carolina (the Commission) for an adjustment of the Company's rates and charges and modification of certain terms and conditions for the provision of water and sewer service. TCWS is a public utility, as defined by S.C. Code Ann. § 58-5-10(3) (Supp. 2005), providing water and sewer service to the public for compensation in York County, South Carolina pursuant to rates approved by the Commission in Docket No. 96-137-W/S.

Pursuant to S.C. Code Ann. § 58-5-240 (Supp. 2005) and 26 S.C. Code Ann. Regs. 103-712.4.A and 103-512.4.A (Supp. 2005), the Company requests that the Commission approve an increase in its monthly water and sewer service rates. Also, pursuant to 26 S.C. Code Ann. Regs. 103-503 and 103-703, TCWS proposes a modification to the terms and conditions under which a tenant will be billed for water and sewer services to comport with current S.C. Code Ann. § 27-33-50 (Supp. 2005). Additionally, the Company proposes to add language requiring its customers to conduct cross connection testing and to add a charge for same if such inspections are undertaken by the Company to meet the requirements of 24A S.C. Code Ann. Regs. 61-58.7.F.8 (Supp. 2005). The Company also proposes to include certain terms and conditions pertaining to the extension of its facilities and to delete certain provisions pertaining to payments to defray federal taxes arising out of contributions in aid of construction.

In support of its request for an adjustment in the Company's water and sewer rates, terms and conditions TCWS asserts, among other things, that the proposed water and sewer rate increases are necessary in order that it may provide reasonable and adequate service to its customers, comply with standards and regulations set by the Department of Health and Environmental Control and other governmental agencies which regulate the environmental aspect of the Company's business, and earn a reasonable return on its investment and attract capital for future improvements. The Company also asserts that the proposed water and sewer rate increases are necessary to preserve its financial integrity and to permit continued investment in and maintenance of its facilities so as to provide reliable and high quality services.

THE PROPOSED CHANGES IN THE RATES AND CHARGES ARE SET FORTH BELOW
(The complete rate schedule is available from the Company at the address below and on the Commission's website at www.psc.sc.gov)

DOCKET NO. 2006-97-WS
NOTICE OF FILING AND HEARING
PAGE 2

WATER

Monthly Charges	Current	Proposed
<u>Residential (per single family house, condominium, mobile home, apartment unit)</u>		
<u>Charge for Water Distribution Only</u>		
<u>Residential</u>		
Basic Facilities Charge	\$7.50	\$8.03
Commodity Charge	\$1.69 per 1,000 gallons or 134 cft	\$2.07 per 1,000 gallons or 134 cft
<u>Commercial</u>		
Basic Facilities Charge		
Per single family equivalent	\$7.50	\$8.03
Commodity Charge	\$1.69 per 1,000 gallons or 134 cft	\$2.07 per 1,000 gallons or 134 cft

DOCKET NO. 2006-97-WS
NOTICE OF FILING AND HEARING
PAGE 3

SEWER

Monthly Charges	Current	Proposed
Residential monthly charge Per single-family house, condominium, villa, or apartment unit	\$30.09 per unit	\$37.33 per unit
Commercial – monthly charge	\$30.09 per SFE	\$37.33 per Single Family Equivalent

Additionally, the Company proposes to charge a fee of twenty-five (\$25.00) as a one-time fee to new customers only to defray the cost of initiating service. The Application states that this charge will be waived if the customer is also a water customer.

A copy of the Company's Application can be obtained from the Commission at the following address: Public Service Commission of South Carolina, Docketing Department, P. O. Drawer 11649, Columbia, South Carolina 29211. Additionally, TCWS's Application is available on the Commission's website at www.psc.sc.gov.

In order for testimony and evidence to be received from all interested parties, a public hearing will be held in the Commission's Hearing Room, Synergy Business Park, 101 Executive Center Dr., Columbia, S.C. on **Wednesday, August 16, 2006 and Thursday, August 17, 2006 at 10:30 a.m.**

Any person who wishes to participate in this matter, as a party of record with the right of cross-examination should file a Petition to Intervene in accordance with the Commission's Rules of Practice and Procedure, on or before **May 13, 2006**, and indicate the amount of time required for his presentation. Please include an email address for receipt of future Commission correspondence in the Petition to Intervene. ***Please refer to Docket No. 2006-97-W/S.***

Any person who wishes to testify and present evidence at the hearing should notify the Docketing Department in writing at the address below, the Office of Regulatory Staff, Post Office Box 11263, Columbia, South Carolina 29211 and John M. S. Hoefer, Esquire, Willoughby & Hoefer, P.A., Post Office Box 8416, Columbia, South Carolina 29202-8416 on or before **May 13, 2006**, and indicate the amount of time required for the presentation. ***Please refer to Docket No. 2006-97-W/S.***

Any person who wishes to request a hearing in his or her county of residence should notify on or before June 13, 2006, in writing, the Docketing Department at the address below, the Office of Regulatory Staff, Post Office Box 11263, Columbia, South Carolina 29211 and John M. S. Hoefer, Esquire, Willoughby & Hoefer, P.A., Post Office Box 8416, Columbia, South Carolina 29202-8416. ***Please refer to Docket No. 2006-97-W/S.***

Any person who wishes to be notified of any change in the hearing date, but does not wish to present testimony or be a party of record, may do so by notifying the Docketing Department in writing at the address below on or before **May 13, 2006**. ***Please refer to Docket No. 2006-97-W/S.***

DOCKET NO. 2006-97-WS
NOTICE OF FILING AND HEARING
PAGE 4

PLEASE TAKE NOTICE: Any person who wishes to have his or her comments considered as part of the official record of this proceeding **MUST** present such comments, in person, to the Commission during the hearing.

Persons seeking information about the Commission's Procedures should contact the Commission in Columbia at 803-896-5100.

Public Service Commission of South Carolina
Attn: Docketing Department
Post Office Drawer 11649
Columbia, SC 29211

4/14/06
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